COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

BELLSOUTH TELECOMMUNICATIONS, INC.'S	
REQUEST FOR CONFIDENTIAL TREATMENT	1
OF INFORMATION FILED IN SUPPORT OF ITS	CASE NO. 96-413
CONTRACT ARRANGEMENT WITH WILLIAMETTE	
INDUSTRIES, INC.	

ORDER

This matter arising upon petition of BellSouth Telecommunications, Inc. ("BellSouth"), filed August 23, 1996, pursuant to 807 KAR 5:001, Section 7, for confidential protection of the cost support data developed in connection with the special service arrangement contract with Williamette Industries, Inc. for provision of Four-Wire AccuPulse® Service on the grounds that disclosure of the information is likely to cause BellSouth competitive injury, and it appearing to this Commission as follows:

BellSouth has contracted with Williamette Industries, Inc. to provide Four-Wire Accupulse® Service. Accupulse® Service is currently tariffed, but is only available on a two-wire facility. In support of its application for approval of the contract, BellSouth has provided cost data which it seeks to protect as confidential.

The information sought to be protected is not known outside of BellSouth and is not disseminated within BellSouth except to those employees who have a legitimate business need to know and act upon the information. BellSouth seeks to preserve and protect the confidentiality of the information through all appropriate means, including the maintenance of appropriate security at its offices.

KRS 61.872(1) requires information filed with the Commission to be available for public inspection unless specifically exempted by statute. Exemptions from this requirement are provided in KRS 61.878(1). That subsection of the statute exempts several categories of information. One category exempted in paragraph (c)1 of that subsection is commercial information confidentially disclosed to the Commission which if made public would permit an unfair commercial advantage to competitors of the party from whom the information was obtained. To qualify for the exemption, the party claiming confidentiality must demonstrate actual competition and a likelihood of substantial competitive injury if the information is disclosed. Competitive injury occurs when disclosure of the information gives competitors an unfair business advantage.

AccuPulse® Service is an alternative to dedicated private line networks and utilizes the exchange switching network. BellSouth's competitors for private line networks are providers of microwave service, digital radio and fiber networks. Disclosure of the cost information would enable such competitors to determine BellSouth's cost and contribution from the service which they could use to devise strategies to market their competitive services to the detriment of BellSouth. Therefore, disclosure of the information is likely to cause BellSouth competitive injury and the information should be protected as confidential.

This Commission being otherwise sufficiently advised,

IT IS ORDERED that the cost information filed in support of a proposed contract with Williamette Industries, Inc. for provision of Four-Wire AccuPulse® Service which BellSouth has petitioned to be withheld from public disclosure, shall be held and retained by this Commission as confidential and shall not be open for public inspection.

Done at Frankfort, Kentucky, this 26th day of September, 1996.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director